

SENATE BILL 78

Unofficial Copy
K4

2003 Regular Session
3r0452
CF 3r2392

By: ~~Senator Della~~ **Senators Della and McFadden**
Introduced and read first time: January 21, 2003
Assigned to: Budget and Taxation

Committee Report: Favorable with amendments
Senate action: Adopted
Read second time: March 21, 2003

CHAPTER _____

1 AN ACT concerning

2 **Retirement and Pensions - Baltimore City Child Support Enforcement**
3 **Employees**

4 FOR the purpose of providing a certain amount of service credit to certain State
5 employees who were formerly employed by a private vendor to provide child
6 support enforcement services in Baltimore City; requiring certain State
7 employees to deposit a certain amount of money into a certain fund; reducing
8 certain retirees' allowances if a certain amount of money is not deposited into a
9 certain fund; and generally relating to service credit for certain members of the
10 State Retirement and Pension System who were employed by a private vendor
11 to provide child support enforcement services in Baltimore City.

12 BY adding to
13 Article - State Personnel and Pensions
14 Section 22-305.1 and 23-307.4
15 Annotated Code of Maryland
16 (1997 Replacement Volume and 2002 Supplement)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
18 MARYLAND, That the Laws of Maryland read as follows:

19 **Article - State Personnel and Pensions**

20 22-305.1.

21 (A) THIS SECTION APPLIES ONLY TO A MEMBER OF THE EMPLOYEES'
22 RETIREMENT SYSTEM WHO:

1 (1) WAS AN EMPLOYEE OF THE STATE PRIOR TO NOVEMBER 1, 1996;

2 (2) AS OF NOVEMBER 1, 1996 WAS EMPLOYED BY A PRIVATE VENDOR TO
3 PROVIDE CHILD SUPPORT ENFORCEMENT SERVICES IN BALTIMORE CITY; AND

4 (3) RESUMED EMPLOYMENT WITH THE STATE AS OF NOVEMBER 1, 2002.

5 (B) ~~A MEMBER DESCRIBED IN SUBSECTION (A) OF THIS SECTION SHALL
6 RECEIVE SERVICE CREDIT FOR THE TIME THE MEMBER WAS EMPLOYED BY A
7 PRIVATE VENDOR TO PROVIDE CHILD SUPPORT ENFORCEMENT SERVICES IN
8 BALTIMORE CITY PRIOR TO JULY 1, 1998.~~

9 ~~(C)~~ (1) A MEMBER DESCRIBED IN SUBSECTION (A) OF THIS SECTION IS
10 ENTITLED TO RECEIVE SERVICE CREDIT FOR THE TIME THE MEMBER WAS
11 EMPLOYED BY A PRIVATE VENDOR TO PROVIDE CHILD SUPPORT ENFORCEMENT
12 SERVICES IN BALTIMORE CITY ~~FROM JULY 1, 1998 THROUGH~~ PRIOR TO OCTOBER 31,
13 2002.

14 (2) ~~ON OR BEFORE JUNE 30, 2008~~ PRIOR TO THE MEMBER'S DATE OF
15 RETIREMENT, AND SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, A MEMBER
16 WHO RECEIVES SERVICE CREDIT UNDER THIS SUBSECTION SHALL DEPOSIT IN THE
17 ANNUITY SAVINGS FUND OR OTHER CORRESPONDING FUND AN AMOUNT OF MONEY
18 EQUAL TO THE CONTRIBUTION PAYMENTS THAT THE MEMBER ~~AND THE EMPLOYER~~
19 WOULD HAVE PAID HAD THE MEMBER BEEN A STATE EMPLOYEE, INCLUDING
20 REGULAR INTEREST ON THE CONTRIBUTIONS AT THE RATE OF 4% PER YEAR
21 COMPOUNDED ANNUALLY.

22 (3) ON RETIREMENT, THE MEMBER'S RETIREMENT ALLOWANCE SHALL
23 BE REDUCED BY THE ACTUARIAL EQUIVALENT OF THE AMOUNT DETERMINED
24 UNDER PARAGRAPH (2) OF THIS SUBSECTION IF THE MEMBER ELECTS NOT TO
25 DEPOSIT THIS AMOUNT IN THE ANNUITY SAVINGS OR OTHER CORRESPONDING
26 FUND.

27 23-307.4.

28 (A) THIS SECTION APPLIES ONLY TO A MEMBER OF THE EMPLOYEES' PENSION
29 SYSTEM WHO:

30 (1) WAS AN EMPLOYEE OF THE STATE PRIOR TO NOVEMBER 1, 1996;

31 (2) AS OF NOVEMBER 1, 1996 WAS EMPLOYED BY A PRIVATE VENDOR TO
32 PROVIDE CHILD SUPPORT ENFORCEMENT SERVICES IN BALTIMORE CITY; AND

33 (3) RESUMED EMPLOYMENT WITH THE STATE AS OF NOVEMBER 1, 2002.

34 (B) A MEMBER DESCRIBED IN SUBSECTION (A) OF THIS SECTION SHALL
35 RECEIVE SERVICE CREDIT FOR THE TIME THE MEMBER WAS EMPLOYED BY A
36 PRIVATE VENDOR TO PROVIDE CHILD SUPPORT ENFORCEMENT SERVICES IN
37 BALTIMORE CITY PRIOR TO JULY 1, 1998.

1 (C) (1) A MEMBER DESCRIBED IN SUBSECTION (A) OF THIS SECTION IS
2 ENTITLED TO RECEIVE SERVICE CREDIT FOR THE TIME THE MEMBER WAS
3 EMPLOYED BY A PRIVATE VENDOR TO PROVIDE CHILD SUPPORT ENFORCEMENT
4 SERVICES IN BALTIMORE CITY FROM JULY 1, 1998 THROUGH OCTOBER 31, 2002.

5 (2) ~~ON OR BEFORE JUNE 30, 2008~~ PRIOR TO RETIREMENT, AND SUBJECT
6 TO PARAGRAPH (3) OF THIS SUBSECTION, A MEMBER WHO RECEIVES SERVICE
7 CREDIT UNDER THIS SUBSECTION SHALL DEPOSIT IN THE ANNUITY SAVINGS FUND
8 OR OTHER CORRESPONDING FUND AN AMOUNT OF MONEY EQUAL TO THE
9 CONTRIBUTION PAYMENTS THAT THE MEMBER ~~AND THE EMPLOYER~~ WOULD HAVE
10 PAID HAD THE MEMBER BEEN A STATE EMPLOYEE, INCLUDING REGULAR INTEREST
11 ON THE CONTRIBUTIONS AT THE RATE OF 5% PER YEAR COMPOUNDED ANNUALLY.

12 (3) ON RETIREMENT, THE MEMBER'S RETIREMENT ALLOWANCE SHALL
13 BE REDUCED BY THE ACTUARIAL EQUIVALENT OF THE AMOUNT DETERMINED
14 UNDER PARAGRAPH (2) OF THIS SUBSECTION IF THE MEMBER ELECTS NOT TO
15 DEPOSIT THIS AMOUNT IN THE ANNUITY SAVINGS OR OTHER CORRESPONDING
16 FUND.

17 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take
18 effect July 1, 2003.